

# Regulation 6.100

## Attachment

**6.100 Internal control procedures for Group II licensees.** As used in this section “licensees” mean Group II licensees and “chairman” means the chairman or other member of the state gaming control board.

1. The chairman shall prepare and publish internal control procedures that in the chairman’s opinion establish administrative and accounting procedures for the purpose of determining the licensee’s liability for taxes and fees under chapters 463 and 464 of NRS and for the purpose of exercising effective control over the licensee’s internal fiscal affairs.

2. At least 45 days prior to adopting or revising the internal control procedures, the chairman shall:

(a) Publish notice of the proposed action in such newspapers as the commission shall prescribe;

(b) Mail a copy of the proposed internal control procedures or revisions and a copy of this section of Regulation 6 to every Group II licensee and every person who has filed a request therefor with the commission; and

(c) Provide a copy of the proposed internal control procedures to the commission.

3. Prior to adopting or revising the internal control procedures, the chairman shall consider all written statements, arguments, or contentions submitted by interested parties within 30 days of service of the notice provided for in subsection 2.

4. The chairman shall send written notice of the adoption of the internal control procedures to all Group II licensees and every person who has filed a request therefor with the commission.

5. Not later than 30 days after service of written notice that the chairman has adopted or revised the internal control procedures, any Group II licensee may object to the internal control procedures by filing a written objection with the commission. If a licensee files an objection, the effective date of the internal control procedures is stayed. The commission may, on its own initiative, review the internal control procedures adopted by the chairman and may stay the effective date of the standards or revisions. If no objections are filed within 30 days, or the commission does not stay the effective date in order to review the internal control procedures, the internal control procedures shall become effective. If objections to particular portions of the internal control procedures are filed, the portions of the internal control procedures not objected to shall become effective upon expiration of the 30 days. If the commission fails to sustain an objection within 60 days of its filing, the objection will be deemed denied and the internal control procedures shall become effective upon expiration of the 60 days.

If the commission sustains the objection, the chairman shall revise the internal control procedures to reflect the order of the commission. The chairman shall send written notice of the effective date of the internal control procedures to all Group II licensees and every person who has filed a request therefor with the commission.

6. Not later than 30 days after service of written notice that the internal control procedures adopted or revised pursuant to this section are effective, each licensee shall comply with the procedures. The chairman, in his sole and absolute discretion, may extend the time for complying with this subsection.

7. A licensee may not implement internal control procedures that deviate from the published internal control procedures unless the deviations are approved in writing by the chairman.

8. Failure to follow the internal control procedures issued by the chairman, or approved deviations from the procedures, is an unsuitable method of operation.

(Adopted: 10/87. Formerly Reg. 6.100A. Amended: 2/00.)